EOG Resources, Inc. P.O. Box 250 Big Piney, WY 83113

December 13, 2000

Utah Division of Oil, Gas, & Mining 1594 West North Temple Box 145801 Salt Lake City, UT 84114-5801

> RE: APPLICATION FOR PERMIT TO DRILL DUCK CREEK 72-10 SW/4NW/4, SEC. 10, T9S, R2OE UINTAH COUNTY, UTAH LEASE NO.: U-27042 UTE TRIBAL LANDS

Enclosed please find a copy of the Application for Permit to Drill and associated attachments for the referenced well.

Please address further communication regarding this matter (including approval) to:

Ed Trotter
P.O. Box 1910
Vernal, UT 84078
Phone: (435)789 41

Phone: (435)789-4120 Fax: (435)789-1420

Sincerely

Ed Trotte

Agent

EOG Resources, Inc.

Attachments

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SIGNED

PERMIT NO.

conduct operations thereon.

(This space for Federal or State office use)

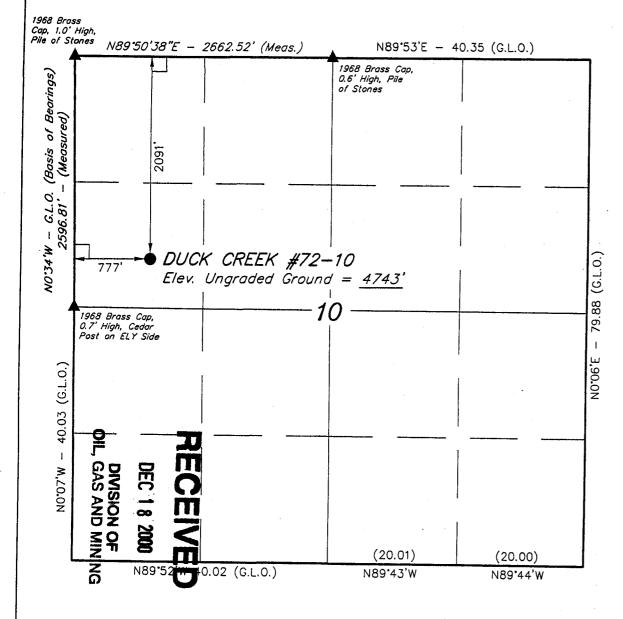
CONDITIONS OF APPROVAD IN ANY:

()	0111	TED STWIES				01/2011
DEPARTMENT OF THE INTERIOR					5. Lease designation and seria	OMB NO. 1004-0
BUREAU OF LAND MANAGEMENT					U-27042	number
I. TUDE OF MA	APPLICATION FOR		6. If Indian, Allottee or Tribe	name		
la. TYPE OF WO	/				UTE TRIBAL LA	ND
DRILI b. TYPE OF WEI		PEN 🗆			7. Unit Agreement Name	
Oil Wall	Gas	Single	Multiple	_	8. Farm or lease name, well no	
WEII	Well Other	Zone	Zone]	DUCK CREEK).
2. Name of Operate					9. API Well No.	
3. Address and Tel	RESOURCES, INC.				DUCK CREEK 72	-10
P.O. I	BOX 1815, VERNAL	IIT \$4079 (40	25)700 0700		10. Field and pool, or wildcat	10
Document of WCI	(Report location clearly and in	accordance with any S	33)/89-0/90		DUCK CREEK	
			4434/13 N		11. Sec., T., R., M., or BLK. and survey or area	
20911	FNL & 777' FWL	SW/NW	614389E		SEC. 10, T9S, R20	NE:
At proposed proc	 Zone and direction from nearest town 		019001E			E
4.7 MILES	S SOUTHEAST OF C	M of post office			12. County or parish	13. State
13. Distance from p	roposed		of acres in lease		UINTAH	UTAH
location to nea	rest 777'		240	į	17. No. of acres assigned to this	well
property or leas (Also to nearest of	e line, if. lrig. Unit line, if any)	12	240			
18. Distance from p	roposed location	19 Prop	osed depth			
or applied for, o	drilling, completed,		115'	1	20. Rotary or cable tools	
21. Elevations (show	w whether DF, RT, GR, etc.)				ROTARY	
4655 FEET	GRADED GROUNI)			22. Approx. date world	will start
23.	PROPO		EMENTING PROGRAM		JANUARY	2001
SIZE OF HOLE 11"	GICADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	1 -	QUANTITY OF CEMENT	
	8 5/8"	24#	200' – 220'	100-	-150 SX CLASS "G" -	± 20/
or 12 1/4"	9 5/8"	32.30#	200 – 220'	CaC	12 + 1/4 #/SX CELLOF	T A IZ IZ
7 7/8"	4 1/2"	10.50#	7115'	50/5	0 POXMIX + 2% GEI	LAKE.
CEE A CEE	į			SAI	LT TO 400' ABOVE	2 + 10%
SEE ATTACH	IMENTS FOR:			OE	INTEDEST (1100/ EX	ALL ZONES
		•	Mir	LIG	INTEREST (+10% EX	CESS).
8 POINT PLA			MILLE	LCA	HT CEMENT (11PPC	i+) +
BOP SCHEM			~ / / / / / / / / / / / / / / / / / / /	LCI	M TO 200' ABOVE O	IL SHALE
SURFACE US	SE AND OPERATING	PLAN O		OK	FRESH WATER INT	ERVALS
SURFACE USE AND OPERATING PLAN COLOR			/e	(+5	% EXCESS).	
LOCATION L					•	
TOPOGRAPH	TC MADS "A" "D"	A NITY ((CV)	T00			
FOPOGRAPHIC MAPS "A", "B", AND "C" EOG GAS SALES PIPELINE—MAP "D" OPP			EOG RESOURCI	ES, IN	IC. WILL BE THE DE	SIGNATED
FACILITY DI	OF EXATOR OF	THE	SUBJECT WELL UNI	DER		
$R(M) \# M = 2 \times 2$						
C: UTAH DIVISION OF OIL, GAS, AND MINING BUREAU OF INDIAN AFFAIRS Action is Necessary						
N ABOVE SPACE D	NABOVE SPACE DESCRIPTE PROPOSED PROCES AND ASSESSED ASSESSED.					
roposal is to drill or	leepen directionally, give pertin	ent data on subsurface l	ocations and measured and	it produc	tive zone and proposed new prod tical depths. Give blowout preven	uctive zone. If
* . ∠	/\ ,,		and measured and	aue ver	ical depths. Give blowout preven	nter program, if any.

TITLE Agent

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to APPROVAL DATE **BRADLEY G. HILL** TRECLAMATION SPECIALIST III DEC 18 2000

T9S, R20E, S.L.B.&M.



LEGEND:

__ = 90' SYMBOL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

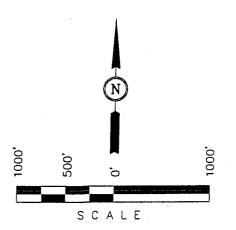
LATITUDE = 40°03'05" LONGITUDE = 109°39'32"

EOG RESOURCES, INC.

Well location, DUCK CREEK #72-10, located as shown in the SW 1/4 NW 1/4 of Section 10, T9S, R20E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

SPOT ELEVATION AT THE SOUTHWEST CORNER OF SECTION 10, T9S, R20E, S.L.B.&M. TAKEN FROM THE OURAY QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4764 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OF UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

REGISTERED LAND SURVEYOR REGISTRATION NO. 1613197

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

EIGHT POINT PLAN

<u>DUCK CREEK 72-10</u> SW/NW, SEC. 10, T9S, R20E, S.L.B.&M. <u>UINTAH COUNTY</u>, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	DEPTH	TYPE ZONES	MAXIMUM PRESSURE
Green River	1918		
Oil Shale	1918		
"H" Marker	3528		
"J" Marker	4243		
Base "M" Marker	4943		
Wasatch	5398		
Peters Point	5398	GAS	
Chapita Wells	6163	GAS	
Buck Canyon	6913	GAS	
EST. TD 7115		Anticipated l	BHP 3100 PSI

- 3. PRESSURE CONTROL EQUIPMENT: BOP Schematic Diagram attached.
- 4. CASING PROGRAM:

HOLE SIZE	<u>INTERVAL</u> 0' - 220'	LENGTH SIZE 200' - 220' 8 5/8	WEIGHT 24.0 #	GRADE J-55	THREAT ST&C	<u>COLLAI</u>	PSE BURS	TY FACTOR TTENSILE 263,000#
12 ¼		200' - 220' 9 5/8	32.3 #	H-40	ST&C	1370 PSI	2270 PSI	254,000#
7 7/8		7115' 4 ½	10.5 #	J-55	ST&C	4010 PSI	4790 PSI	146,000#

If conductor drive pipe is used, it will be left in place if its total length is less than 20 feet below the surface. If the total length of the drive pipe is equal to or greater than 20 feet, it will be pulled prior to cementing surface casing, or it will be cemented in place. The minimum diameter of the conductor drive pipe will be 13 3/8".

All casing will be new or inspected.

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EIGHT POINT PLAN

DUCK CREEK 72-10 SW/NW, SEC. 10, T9S, R20E, S.L.B.&M. UINTAH COUNTY, UTAH

MUD PROGRAM

INTERVAL

0' - 220'

240' - 4000'

4000' - TD

MUD TYPE

Air

Air/Mist & Aerated Water

Air/3% KCL water or KCL substitute

Lost circulation probable from 1500' to 3000'+/-.

Sufficient mud inventory will be maintained on location during drilling to handle any adverse conditions that

VARIANCE REQUESTS:

- A. EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line (Where possible, a straight run blooie line will be used).
- B. EOG Resources, Inc. requests a variance to regulations requiring an automatic ignitor or continuous pilot light on the blooie line. (Not required on aerated water system).
- B. EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be 75' in length.

7. EVALUATION PROGRAM:

Logs: Schlumberger Platform Express

AIT-GR-SP-CAL

FDC-CNL-GR-Cal-PE

T.D. to base of surface casing

T.D. to 4100'

Cores: None Programmed DST: None Programmed

Completion: To be submitted at a later date.

Note: If hole conditions prevent the running of open hole logs, a cased hole Dipole Sonic/Neutron/Gr will be run in lieu of open hole logs.

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EIGHT POINT PLAN

<u>DUCK CREEK 72-10</u> SW/NW, SEC. 10, T9S, R20E, S.L.B.&M. <u>UINTAH COUNTY</u>, UTAH

8. ABNORMAL CONDITIONS:

None anticipated.

9. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Kelly Clock
- C. Stabbing Valve
- D. Visual Mud Monitoring

10. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

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3000 PSIG DIAGRAM

ROTATING

HEAD

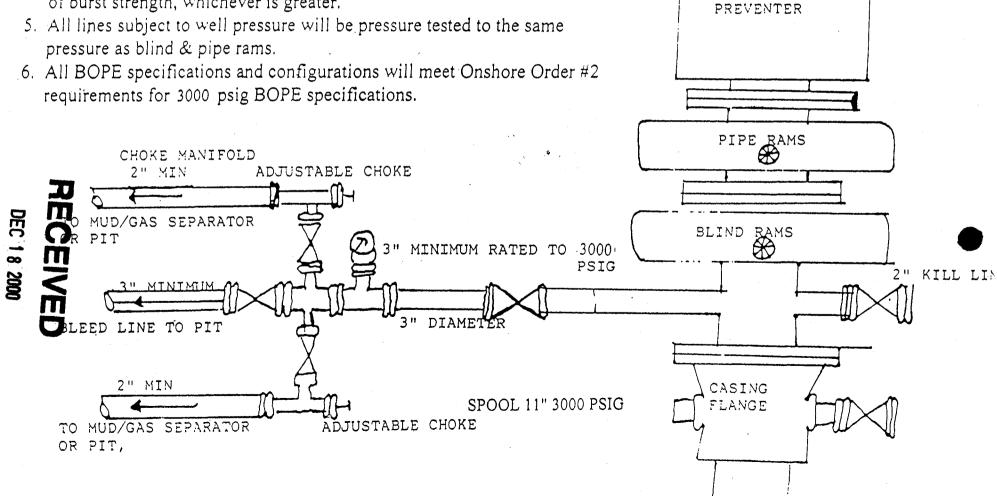
ANNULAR

ELOW_LINE

ANNULAR PREVENTOR AND BOTH RAMS ARE 3000 RATED. CASING FLANGE IS 11" 3000 PSIG RATED. BOPE 11" 3000 PSIG

TESTING PROCEDURE:

- 1. BOPE 's will be tested with a professional tester to conform to Onshore Order #2 with retest every 14 days.
- 2. Blind & Pipe rams will be tested to rated working pressure, 3000 psig
- 3. Annular preventor will be tested to 50% of working pressure, 1500 psig
- 4. Casing will be tested to 0.22 psi/ft, or 1500 psig. Not to exceed 70% of burst strength, whichever is greater.
- 6. All BOPE specifications and configurations will meet Onshore Order #2 requirements for 3000 psig BOPE specifications.



CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

Company/Operator: EOG Resources, Inc.

Well Name & Number: Duck Creek 72-10

Lease Number: U-27042

Location: 2091' FNL & 777' FWL, SW/NW, Sec. 10, T9S, R20E

S.L.B.&M., Uintah County

Surface Ownership: Ute Indian Tribe

NOTIFICATION REQUIREMENTS

Location Construction - forty-eight (48) hours prior to construction

of location and access roads.

Location Completion - prior to moving on the drilling rig.

Spud Notice:

- at least twenty-four (24) hours prior to

spudding the well.

Casing String and

Cementing

- twenty-four (24) hours prior to running

casing and cementing all casing strings.

BOP and related

Equipment Tests

- twenty-four (24) hours prior to running

casing and tests.

First Production

Notice

well

- within five (5) business days after new

begins or production resumes after well has been off production for more than

ninety (90) days.

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

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THIRTEEN POINT SURFACE USE PROGRAM

1. EXISTING ROADS

- A. See attached Wellsite Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 4.7 miles southeast of Ouray, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. PLANNED ACCESS ROAD

- A. The access road will be approximately 100 feet in length. See attached TOPO Map "B".
- B. The access road has a 30 foot ROW w/ 18 foot running surface.
- C. Maximum grade on access road will be 8%.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No culverts, bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.

New or reconstructed roads will be centerlined - flagged at time of location staking.

All travel will be confined to existing access road Right-of-Way. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service Publication: Surface Operating Standards For Oil & Gas Exploration and Development, (1989).

The road shall be upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Upgrading shall include ditching, drainage, graveling, crowning, and capping the roadbed as necessary to provide a well-constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 30 foot Right-of-Way will not be allowed.

Road drainage crossings shall be of the typical dry creek drainage crossing type.

Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossings nor shall the drainages be blocked by the roadbed. Erosion of the control of the

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drainage ditches by run off water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

3. LOCATION OF EXISTING WELLS WITHIN A ONE MILE RADIUS OF PROPOSED WELL LOCATION

- A. Water wells None
- B. Abandoned wells None
- C. Temporarily abandoned wells None
- D. Disposal wells None
- E. Drilling wells None
- F. Producing wells 5*
- G. Shut in wells -5*
- H. Injection wells None

(*See attached TOPO map "C" for location)

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

A. ON WELL PAD

- 1. Tank batteries None
- 2. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of well head valves, separator, dehy, 210 Bbl condensate tank, meter house, and attached piping.

See attached facility diagram.

- 3. Oil gathering lines None
- 4. Gas gathering lines A 4 1/2" gathering line will be buried from dehy to the edge of the location.
- 5. Injection lines None
- 6. Disposal lines None
- 7. Surface pits None

B. OFF WELL PAD

- 1. Proposed location of attendant off pad flowlines shall be flagged prior to archaeological clearance.
- 2. A 41/2" OD steel above ground natural gas pipeline will be laid approximately 1230' from proposed location to a point in the SW/NW of Section 10, T9S, R20E, where it will tie into Questar Pipeline Co.'s

existing line. Proposed pipeline crosses BIA administered lands, thus a Right-of-Way grant will be required.

3. Proposed pipeline will be a 4 $\frac{1}{2}$ " OD steel, welded line laid on the

4. Protective measures and devices for livestock and wildlife will be taken and/or installed where required.

If storage facilities/tank batteries are constructed on this lease, the facility/battery or the well pad shall be surrounded by a containment dike of sufficient capacity to contain, at a minimum, the entire contents of the largest tank within the facility/battery, unless more stringent protective requirements are deemed necessary by the authorized officer.

The production facilities will be placed on the Southeast corner of the location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities required will be painted within 6 months of installation. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

The required paint color is Carlsbad Canyon.

If at any time the facilities located on public land and authorized by the terms of the lease are no longer included in the lease (due to a construction in the unit or other lease or unit boundary change), the BIA will process a change in authorization to the appropriate rental or other financial obligation as determined by the authorized officer.

5. LOCATION & TYPE OF WATER SUPPLY

- A. Water supply will be from the Ouray Brine Plant at Ouray, Utah, and/or Target Trucking Inc.'s water source in the SW/SW, Sec. 35, T9S, R22E, Uintah County, Utah (State Water Right #49-1501). Produced water from the Chapita Wells and Stagecoach Units will also be used.
- B. Water will be hauled by Target Trucking Inc..
- C. No water well will be drilled on lease.

6. SOURCE OF CONSTRUCTION MATERIAL

- A. All construction material for this location and access road will be of native borrow and soil accumulated during the construction of the location.
- B. All construction material will come from Tribal Land.
- C. No mineral materials will be required.

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7. METHODS OF HANDLING WASTE DISPOSAL

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at an approved waste disposal facility.
- 4. Produced waste water will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. During the 90 day period, an application for approval of a permanent disposal method and location, together with the required water analysis, will be submitted for the AO's approval.
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or be removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

Burning of trash will not be allowed. All trash must be contained in a trash cage and hauled away to an approved disposal site at the completion of the drilling activities.

On BIA administered land:

The reserve pit will be constructed so as not to leak, break, or allow discharge.

The reserve pit shall be lined.

After first production, produced waste water will be confined to a lined pit or storage tank for a period not to exceed ninety (90) days. During the 90 day period, in accordance with Onshore Order No. 7, an application for approval of a permanent disposal method and location, along with required water analysis, shall be submitted for the AO's approval. Failure to file an application within the time allowed will be considered an incident of noncompliance.

8. ANCILLARY FACILITIES

A. No airstrips or camps are planned for this well.



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9. WELLSITE LAYOUT

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the Northwest corner of the location. The flare pit will be located downwind of the prevailing wind direction on the North side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled topsoil will be stored on the South side.

Access to the well pad will be from the West.

N/A Diversion ditch(es) shall be constructed on the side of the location (above/below) the cut slope, draining to the N/A Soil compacted earthen berm(s) shall be placed on the side(s) of the location between the	•
N/A The drainage(s) shall be diverted around the sides of the well pad location.	
N/A The reserve pit and/or pad locations shall be constructed long and narrow for topographic reasons	
N/A Corner # will be rounded off to minimize excavation.	

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence).
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.



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The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off the location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BIA or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is to be regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently mounted on concrete bases. Prior to a new road, crossing any fence located on Tribal land, or any fence between Tribal land and private land, the operator will contact the BIA, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RESTORATION OF SURFACE

A. PRODUCING LOCATION

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 12 months from the date of well completion. Before any dirt work takes place, the reserve pit will be completely dry and all cans, barrels, pipe, fluid, and hydrocarbons, will be removed.

Contact appropriate surface management agency for required seed mixture.

B. DRY HOLE/ABANDONED LOCATION

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BIA will attach the appropriate surface rehabilitation conditions of approval.



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11. SURFACE OWNERSHIP

Access road: Tribal Location: Tribal

12. OTHER INFORMATION

A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the AO. Within five working days the AO will inform the operator as to:

-whether the materials appear eligible for the National Register of Historic Places:

-the mitigation measures the operator will likely have to undertake before the site can be used.

-a time frame for the AO to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the AO are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the AO will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs.

The AO will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the AO that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BIA, or the appropriate County Extension Office. On BIA administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application of herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on Tribal Lands after the conclusion of drilling operations or at any other time without BIA authorization. However, if BAECEVED authorization is obtained, it is only a temporary measure to allow time to

make arrangements for permanent storage on commercial facilities. (The BIA does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

Additional Surface Stipulat	tions	
N/A No construction or drill	ling activities shall be conduc-	ted between
and	because of	
	will be allowed within 1,000 f	eet of any sage grouse strutting
ground.		
	loration activities are permitte	
	rounds from April 1 to June 30	
N/A There shall be no surface	ce disturbance within 600 feet	of live water (includes stock
tanks, springs, and guzz	zlers).	
N/A No cottonwood trees w	ill be removed or damaged.	
N/A Pond will be constructe	ed according to BIA specificat	ions approximately feet
	ation, as flagged on the onsite	
		•
LESSEE'S OR OPERATO	R'S REPRESENTATIVE A	AND CERTIFICATION
EOG Resources, Inc.	EOG Resources, Inc.	Ed Trotter
P.O. Box 250	P.O. Box 1815	P.O. Box 1910
Big Piney, WY 83113	Vernal, UT 84078	Vernal, UT 84078
Jim Schaefer	George McBride	Telephone: (435)789-4120
Telephone (307)276-3331	Telephone (435)789-0790	Fax: (435)789-1420

All lease or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approval plan of operations, and any applicable Notice to Lessees. EOG Resources, Inc. is fully responsible for the actions of their subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

A copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The BIA office shall be notified upon site completion prior to moving on the drilling rig.



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Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions that presently exist; that the statements made in the Plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

12-13-2000

Date

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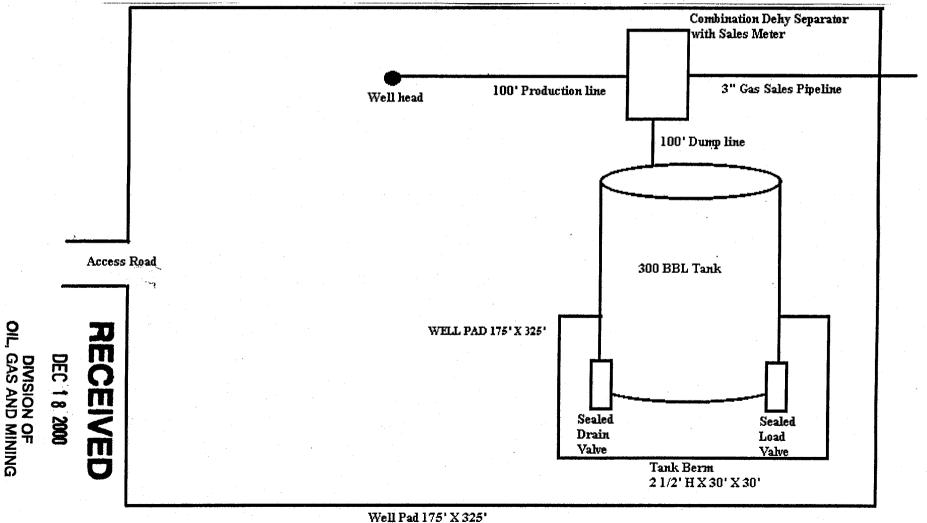
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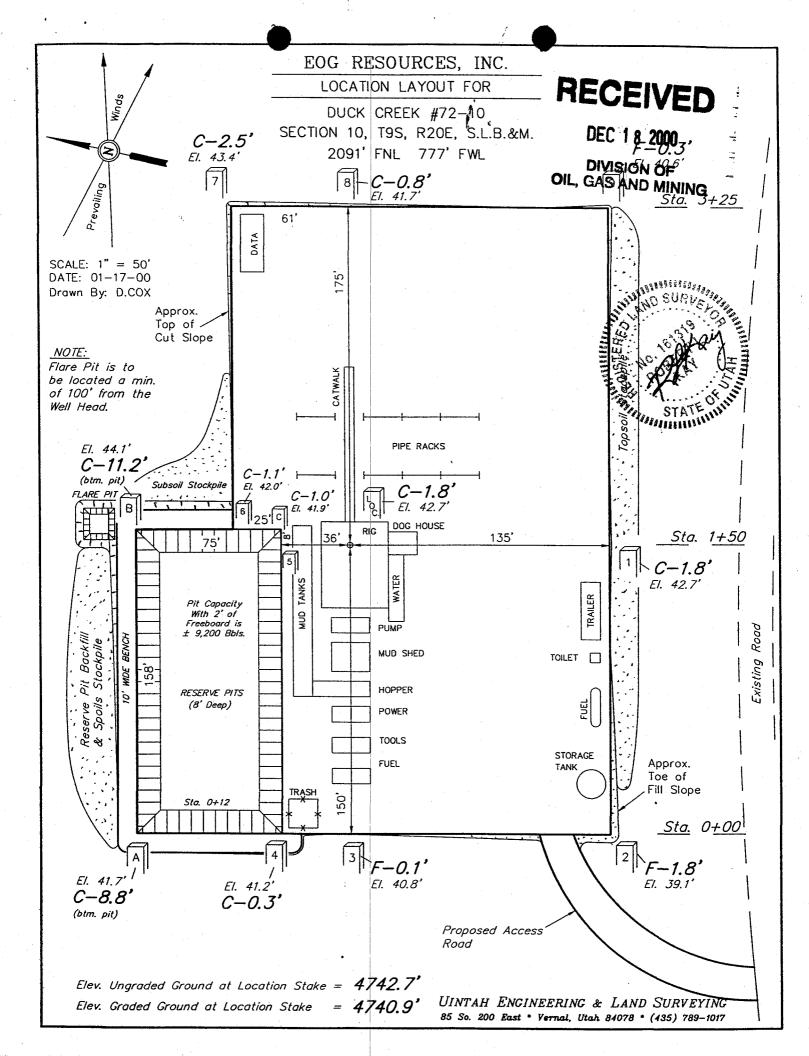
SITE FACILITY DIAGRAM

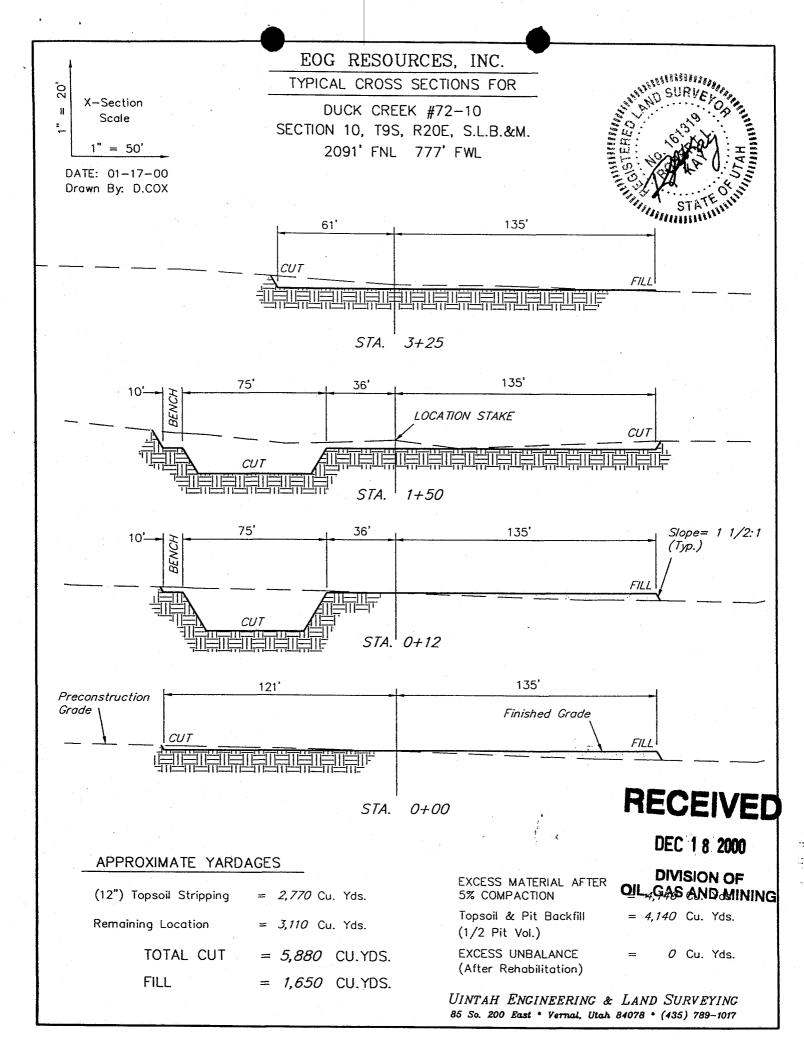
DUCK CREEK 72-10 SW/NW, SEC. 10, T9S, R20E UINTAH COUNTY, UTAH LEASE NO. U-27042 UTE INDIAN TRIBE LANDS

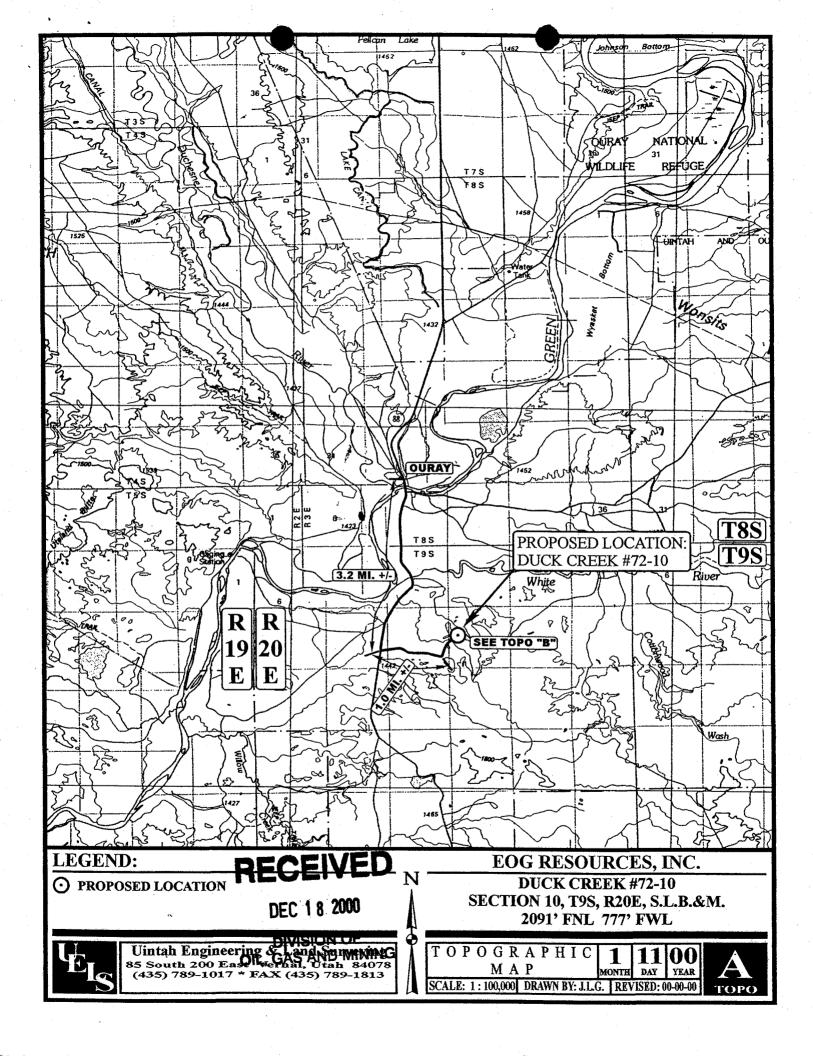


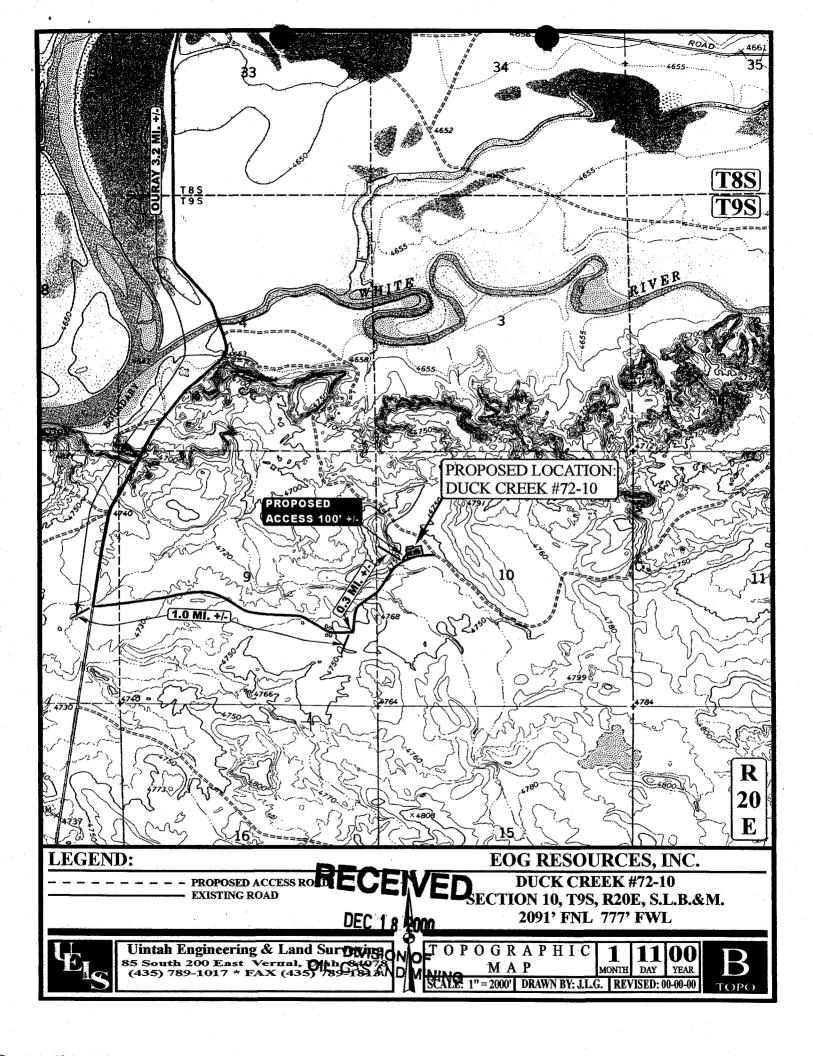
(Site Security Plan is on file at EOG Resources, Inc.'s Vernal Office)

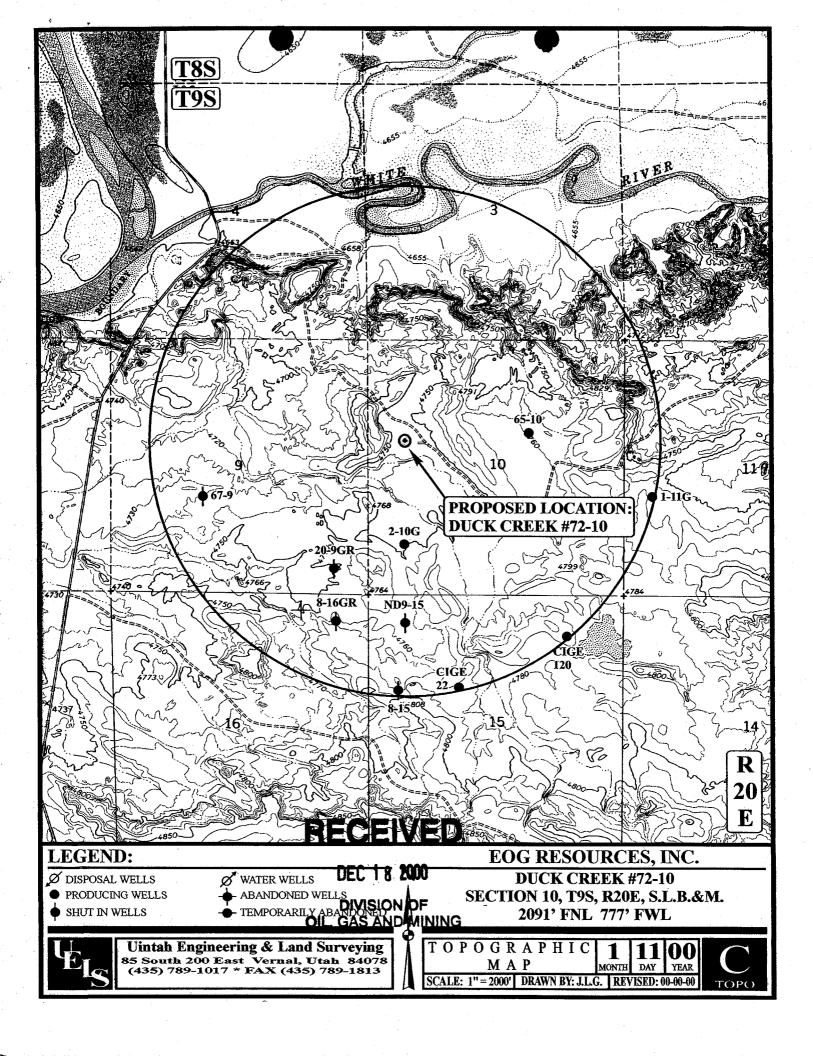


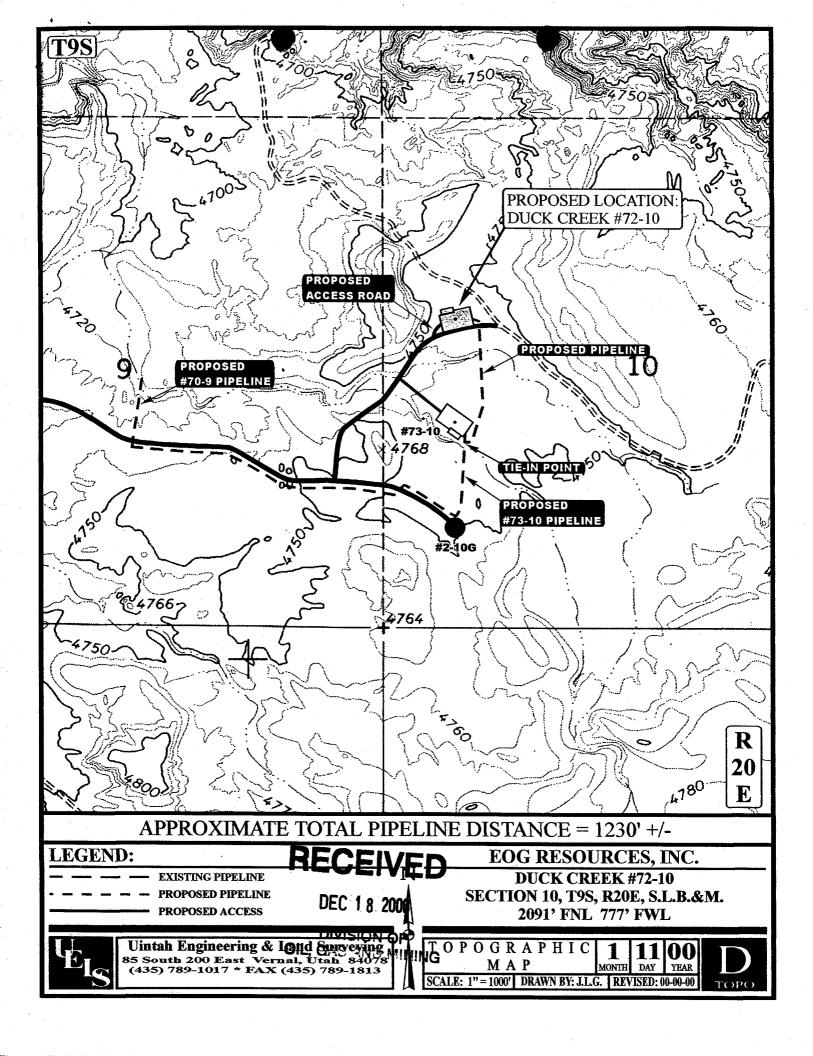






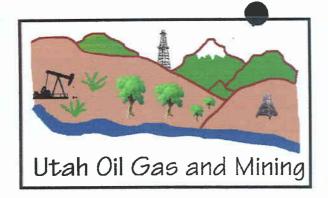






WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 12/18/2000	API NO. ASSIGNED: 43-047-33818
WELL NAME: DUCK CREEK 72-10 OPERATOR: EOG RESOURCES INC • (N9550) CONTACT: ED TROTTER, AGENT	PHONE NUMBER: 435-789-4120
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
SWNW 10 090S 200E SURFACE: 2091 FNL 0777 FWL	Tech Review Initials Date
BOTTOM: 2091 FNL 0777 FWL UINTAH	Engineering
NATURAL BUTTES (630)	Geology
LEASE TYPE: 1-Foderel	Surface
LEASE NUMBER: U-27042 SURFACE OWNER: 2-Indian PROPOSED FORMATION: WSTC	
Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. NM-2308) Potash (Y/N) V Oil Shale (Y/N) *190-5 (B) or 190-3 Water Permit (No. MUNICIPAL) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. UnitR649-3-2. General Siting: \(\frac{460}{460} \) From \(\Qtr/\Qtr \& \text{920'} \) Between WellR649-3-3. Exception Drilling UnitBoard Cause No: \(\frac{73-16}{5-2000} \) Eff Date: \(\frac{1-13-2000}{60' \text{ fr. Qtr/Qtr \& 120' between Well} \)R649-3-11. Directional Drill
STIPULATIONS: DESCRAL APPROVA 2 DISHAE	

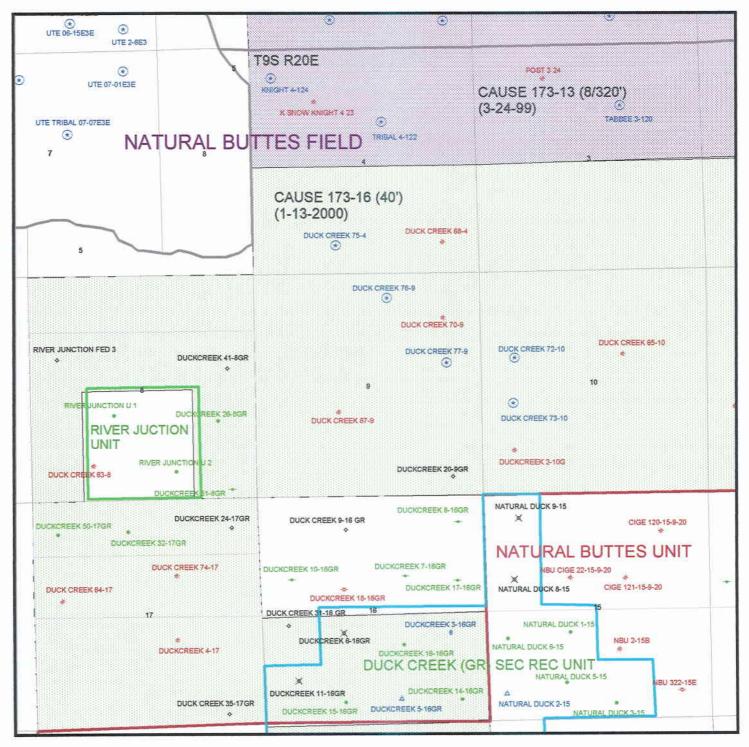


OPERATOR: EOG RESOURCES INC (N9550)

FIELD: NATURAL BUTTES (630)

SEC. 10, T9S, R20E,

COUNTY: UINTAH CAUSE: 173-16



Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

December 26, 2000

EOG Resources, Inc. PO Box 1815 Vernal, UT 84078

Re: <u>Duck Creek 72-10 Well, 2091' FNL, 777' FWL, SW NW, Sec. 10, T. 9 South, R. 20 East,</u>

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-33818.

Sincerely,

John R. Baza

Associate Director

er

Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	EOG Resources, Inc.				
Well Name & Number Duck Creek 72-10					
API Number:	43-047-33818				
Lease:	U-27	042			
Location: SW NW	Sec. 10	T. 9 South	R. _20 East		

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

(December 1989) DEPARTMENT BUREAU OF L SUNDRY NOTICE Do not use this form for proposals to drill or Use "APPLICATION FOR PE	THE INTERIOR AND MANAGEMENT EE AND REPORTS ON WELLS to deepen or reentry to a different reservoir. RMIT" for such proposals	Budget Bureau No. 1004-0135 Expires September 30, 1990 5. Lease Designation and Serial No. U-27042 6. If Indian, Allottee or Tribe Name UTE INDIAN TRIBE 7. If Unit or C.A., Agreement Designation
1. Type of Well Oil Gas WELL X Well 2. Name of Operator EOG Resources, Inc. 3. Address and Telephone No.	Other CONFIDENTIAL	8. Well Name and No. DUCK CREEK 72-10
P.O. BOX 1815, VERNAL, UT 8407. 4. Location of Well (Footage, Sec., T., R., M., or Sur 2091' FNL 777' FWL (SW/NW) SECTION 10, T9S, R20E	vey Description)	9. API Well No. 43-047-33818 10. Field and Pool or Exploratory Area WASATCH 11. County State UINTAH, UTAH
TYPE OF SUBMISSION X NOTICE OF INTENT SUBSEQUENT REPORT FINAL ABANDONMENT NOTICE	ABANDONMENT RECOMPLETION PLUGGING BACK CASING REPAIR ALTERING CASING X OTHER: Requesting extension of permit to	completion on Well Completions
is directionally drilled give subsurface locations and meas	D III WIXX	date of starting any proposed work if well o this work).

14. 1 hereby certify that the lovegoing is true and correct

SIGNED To the Title Agent

TITLE Agent

TITLE Agent

TITLE Agent

TITLE DIVISION OF
CONDITIONS OF APPROVAL, IF ANY:

OIL, GAS AND MINING

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(July 1992)		UNITED STATES			1	OMB NO. 1004-0136
\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \		DEPARTMENT OF THE INTERIOR			5. Lease designation and seri	al number
) <u>06</u>	BUREAU OF LAND MANAGEMENT				U-27042	
	APPLICATION FOR I	PERMIT TO DRIL	LL OR DEEPEN		6. If Indian, Allottee or Tribe	name
la. TYPE OF WOR	/				UTE TRIBAL LA	ND
b. TYPE OF WEL	r /	EN 🗆			7. Unit Agreement Name	
Oil Well	Gas Well Other	Single Zone	Multiple ☐ Zone		8. Farm or lease name, well n DUCK CREEK	10.
2. Name of Operator					9. API Well No.	
	RESOURCES, INC.				DUCK CREEK 7:	
3. Address and Tele P.O. B	phone Number BOX 1815, VERNAL,	UT 84078 (435	5)789-0790		10. Field and pool, or wildcar DUCK CREEK	
	(Report location clearly and in				11. Sec., T., R., M., or BLK.	The state of the s
		SW/NW	FICE	V-	and survey or area SEC. 10, T9S, R2	:0E
14. Distance in mile	es and direction from nearest tow		DEC 15	2000	12. County or parish	13. State
	S SOUTHEAST OF O				UINTAH	UTAH
15. Distance from particle location to near		16. No. of	f acres in lease	. 1	7. No. of acres assigned to the	is well
property or lease	e line, ft.	124	40			
18. Distance from p	lrig. Unit line, if any)	19. Propo	sed denth		20. Rotary or cable tools	<u> </u>
to nearest well,	drilling, completed,	•	15°	1	ROTARY	
or applied for, o	n this lease, ft. w whether DF, RT, GR, etc.)					-1-211-4-4
	GRADED GROUNI)			22. Approx. date we JANUARY	
23.			MENTING PROGRAM		JANUAKI	2001
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH		QUANTITY OF CEMENT	
11"	8 5/8"	24#	200' – 220'	100-	·150 SX CLASS "G"	° + 2%
or 12 ½"	9 5/8"	32.30#	200 – 220'	CaC	12 + ¼ #/SX CELLC	FLAKE.
7 7/8"	4 ½"	10.50#	7115'	50/5	0 POXMIX + 2% G	EL + 10%
	. . .		l .	SA	LT TO 400' ABOVE	ALL ZONES
SEE ATTACI	HMENTS FOR:			OF	INTEREST (+10% I	EXCESS).
			14/20	LIC	HT CEMENT (11PI	PG+) +
8 POINT PLA	N				M TO 200' ABÔVE	
BOP SCHEM	IATIC	.			FRESH WATER IN	
SURFACE U	SE AND OPERATIN	G PLAN o 🥄			5% EXCESS).	
LOCATION I				(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
LOCATION I	LAYOUT					
TOPOGRAPI	HIC MAPS "A", "B",	AND "C"	EOG RESOURC	ES. II	NC. WILL BE THE I	DESIGNATED
	PIPELINE—MAP "D			-	SUBJECT WELL U	
FACILITY D			BOND #NM 230		•	
	ISION OF OIL, GAS, AN	D MINING	20112 1111120	,	RECE	IAED
	F INDIAN AFFAIRS					0000
IN ABOVE SPACE	DESCRIBE PROPOSED PROG	RAM: If proposal is to	deepen, give data on prese	ent produ	SEP 0 4	neadwative some If
24.	r,deepen directionally, give perti	nent data on subsurface	locations and measured an	u uuc ve		
SIGNED Z	Ed le Joth	TITLE	Agent		OIL, GAS, AN	ND MINING
	ederal or State office use)					
	Julio Office (ISC)		ADDDONALDATE			
PERMIT NO Application approva	l does not warrant or certify that	the applicant holds lega	_ APPROVAL DATE_ d or equitable title to those	rights in	the subject lease which would	d entitle the applicant to
conduct operations t	hereon.	7 B		-		
CONDITIONS OF	VAL, ILANY)	\checkmark	Assistant Field N	_		_
APPROVED B	sunda LOA	WIND TITLE	Mineral Resor	urces	DATEOS/2	5/2m2

OOPSORIGA

CONDITIONS OF APPROVAL ATTACHED

COAs Page 1 of 8

Well No.: DUCK CREEK 72-10

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: <u>EOG Resources Inc.</u>

Well Name & Number: <u>DUCK CREEK 72-10</u>

API Number: 43-047-33818

Lease Number: <u>U - 27042</u>

Agreement: N/A

Location: SWNW Sec. 10 T.09S R. 20E

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DIVISION OF OIL, GAS AND MINING

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

A. DRILLING PROGRAM

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected</u> to be <u>Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands to Tim Ingwell of this office **prior to setting the next casing string or requesting plugging orders**. Faxed copies of State of Utah form OGC-8-X are acceptable. If noticeable water flows are detected, submit samples to this office along with any water analyses conducted.

All usable water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling, will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine commercial potential.



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COAs Page 2 of 8 Well No.: DUCK CREEK 72-10

DIVISION OF Pressure Control Equipment OIL, GAS AND MINING

2.

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 3M system and individual components shall be operable as designed. Chart recorders shall be used for all pressure tests.

Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to a BLM representative upon request.

If an air compressor is on location and is being utilized to provide air for the drilling medium while drilling, the special drilling requirements in Onshore Oil and Gas Order No. 2, regarding air or gas drilling shall be adhered to. If a mist system is being utilized then the requirement for a deduster shall be waived.

Casing Program and Auxiliary Equipment 3.

Surface casing shall have centralizers on the bottom three joints, with a minimum of one centralizer per joint. Surface casing setting depths are based on ground level elevations only.

As a minimum, the usable water shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the base of the usable water zone, identified at " 267 ft. or by setting surface casing to " 317 ft. and having a cement top for the production casing at least 200 ft. above the top of the Green River formation, identified at "1,894 ft. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

Mud Program and Circulating Medium 4.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

No chromate additives will be used in the mud system on Federal and Indian lands without prior BLM approval to ensure adequate protection of fresh water aquifers.

Coring, Logging and Testing Program 5.

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

All Drill Stem tests (DST) shall be accomplished during daylight hours, unless specific approval to start during other hours is obtained from the AO. However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vaporproof for safe operations). Packers can be released, but tripping should not begin before daylight unless prior approval is obtained from the AO.

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DIVISION OF OIL, GAS AND MINING COAs Page 3 of 8 Well No.: DUCK CREEK 72-10

roduction casing shoe to top of the cement and

A cement bond log (CBL) will be run from the production casing shoe to top of the cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.

Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. Two copies of all logs, core descriptions, core analyses, well-test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the AO.

6. Notifications of Operations

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given before resumption of operations.

Operator shall report production data to MMS pursuant to 30 CFR 216.5 using form MMS/3160.

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

If a replacement rig is contemplated for completion operations, a "Sundry Notice" (Form 3160-5) to that effect will be filed, for prior approval of the AO, and all conditions of this approved plan are applicable during all operations conducted with the replacement rig.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated or, the date on which gas is first measured through permanent metering facilities, whichever first occurs.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by telegram or other written communication, not later than five (5) days following the date on which the well is placed on production.

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COAs Page 4 of 8 Well No.: DUCK CREEK 72-10

Gas produced from this well may not be deficient that the prior of 30 days or 50 MMCF following description, whichever occurs first, without the prior written approval of the Authorized Officer. Should gas be vented or flared without approval beyond the authorized test period, the operator may be directed to shut-in the well until the gas can be captured or approval to continue venting or flaring as uneconomic is granted and the operator shall be required to compensate the lessor for that portion of the gas vented or flared without approval which is determined to have been avoidably lost.

A schematic facilities diagram as required by 43 CFR 3162.7-5(d) shall be submitted to the appropriate Field Office within 60 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5 (1).

No well abandonment operations will be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval will be obtained from the AO. A "Subsequent Report of Abandonment" Form 3160-5, will be filed with the AO within thirty (30) days following completion of the well for abandonment. This report will indicate where plugs were placed and the current status of surface restoration. Final abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO or his representative, or the appropriate Surface Managing Agency.

7. Other Information

All loading lines will be placed inside the berm surrounding the tank battery.

All off-lease storage, off-lease measurement, or commingling onlease or off-lease will have prior written approval from the AO.

The oil and gas measurement facilities will be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries and tested for meter accuracy at least quarterly thereafter. The AO will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports will be submitted to the Vernal District Office. All meter measurement facilities will conform with Onshore Oil & Gas Order No. 4 for liquid hydrocarbons and Onshore Oil & Gas Order No. 5 for natural gas measurement.

The use of materials under BLM jurisdiction will conform to 43 CFR 3610.2-3.

There will be no deviation from the proposed drilling and/or workover program without prior approval from the AO. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned will be identified in accordance with 43 CFR 3162.

COAs Page 5 of 8 Well No.: DUCK CREEK 72-10

"Sundry Notice and Report on Wells" (Form 3160-5) will be filed for approval for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman

(435) 828-7874

Petroleum Engineer

Kirk Fleetwood

(435) 828-7875

Petroleum Engineer

BLM FAX Mac

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DIVISION OF OIL, GAS AND MINING

COAs Page 7 of 8 Well No.: DUCK CREEK 72-10

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

EOG Resources, Inc. (EOG) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All EOG personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

EOG employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

EOG employees and/or authorized personnel (subcontractors) in the field will have approved applicable APDs and/or ROW permits/authorizations on their person(s) during all phases of construction.

EOG will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of Way (ROW). EOG shall receive written notification of authorization or denial of the requested modification. Without authorization, EOG will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. EOG shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified Archaeologist accompanied by a Tribal Technician will monitor any trenching required for the construction of the pipeline. EOG is to inform contractors to maintain construction of the pipelines within approved right of ways.

A corridor ROW, 30 feet wide and 39 feet long, shall be granted for the access road (Pad & Road 3.549 acres ROW 2000-109). ROW 2000-110 has been granted for the pipeline .0845 acres (phone call 8/21/2002 with BIA ROW staff). The constructed travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the road ROW may be wider where sharp curves; deep cuts and fills occur; or, where intersections with other roads are required. Road base gravel will be used where sandy soils make travel and access for drilling operations hazardous or difficult. Berms, diversion ditches, cattle guards and culverts will be constructed where required.

Upon completion of the pertinent APD and ROWs, EOG will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion. Upon completion of each pipeline in the corridor an adequate description of the pipeline will be filed with the Ute Tribe Energy & Minerals Department.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad. At any locations from which the produced water is hauled for drilling purposes, the reserve pits must have adequate liners or clay soils and the produced water may not be injected down the annulus of a well location after drilling has been completed.



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DIVISION OF OIL, GAS AND MINING

COAs Page 8 of 8 Well No.: DUCK CREEK 72-10

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated access routes.

EOG will implement "Safety and Emergency Plan" and ensure plan compliance.

EOG shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontologic resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights and Protection and the BIA will provide mitigation measures prior to allowing construction.

EOG employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontologic fossils. No significant cultural resources shall be disturbed.

EOG will control noxious weeds on the well site and ROWs. EOG will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner. A fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites.

Surface pipelines will be constructed to lie on the soil surface. The pipeline ROW will not be bladed or cleared of vegetation without authorization of the BIA. Surface pipelines shall be welded in place at well sites or on existing and proposed access roads and pulled into place with suitable equipment. Vehicles shall not use pipeline ROWs as access roads unless specifically authorized.

Buried pipelines shall be buried a minimum of 3 feet below the soil surface. After construction is completed the disturbed area shall be contoured to blend into the natural landscape and be reseeded between September 15 and November 1 of the year following construction with perennial vegetation seed mixture provided by the BIA or Ute Tribe.

Before the site is abandoned, EOG will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Soil erosion will be mitigated by reseeding all disturbed areas.

FORM 3160-5 UNITED STATES (September 2001) DEPARTMENT OF TO INTERIOR BUREAU OF LAND MANAGEMENT			FORM APPROVED MB No. 1004-0135 Expires January 31, 2004			
				5. Lease Serial !		
12 17 2	RY NOTICES AND RE			<i>U-27042</i>		
Do not use t	his form for proposals to dri			6. If Indian, All	ottee or Tribe Name	
abandoned well. Use Form 3160-3 (APD) for such proposals.						
		· · · · · · · · · · · · · · · · · · ·		7. If Unit or C	A/Agreement, Name and/or No.	
	N TRIPLICATE - Othe	r instructions on reverse	side			
1. Type of Well		1		8. Well Name a		
Oil Well	X Gas Well	Other		DUCK C	REEK 72-10	
2. Name of Operator	r			9. API Well No	O	
EOG RESO	URCES, INC.			43-047-33	3818	
3. Address and Tele	phone No. (4	35)789-4120		10. Field and Pool.	, or Exploratory Area	
P.O. BOX 15	910, VERNAL, UT	84078		WASATO	- •	
	(Footage, Sec., T., R., M., or		<u> </u>	11. County or Pari	······································	
	L, 777' FWL, SW/N	• •		lan county of Fair	si, statt	
	V 10, T9S, R20E	.,,				
BECTIO				l		
TVDE OF CUDA!		TE BOX(ES) TO INDICATE			RT, OR OTHER DATA	
TYPE OF SUBMI	ISSION		TYPE C	OF ACTION		
X NOTICE OF	INTENT	Acidize		cture Treat		
		Alter Casing		v Construction	Recomplete	
SUBSEQUEN	T REPORT	Casing Repair	⊢	g and Abandon	Temporarily Abandon Water Disposal	
	•	Change Plans		g Back	Water Shut-Off	
FINAL ABAN	DONMENT NOTICE	Convert to Injection		duction (Start/Resur		
•		Deepen	Red	lamation	Well Integrity	
					X Other-Request for extension	
13 Describe Proposed or	"Completed Onesetions (Clark				osed work and approximate duration thereof. If the proposal	
work will be perform operation results in a requirements, including the control of the control o	tative or recomplete horizontally, good or provide the Bond No. on file in multiple completion or recompleting reclamation, have been completed by the second of the secon	ive subsurface locations and meast e with BLM/BIA. Required subsec- tion in a new interval, a form 3160 eted, and the operator has determi	ared and true quent reports)-4 shall be fil ned that the s	svertical depths of all pershall be filed within 30 led once testing is complisite is ready for final ins	ertinent markers and zones. Attach the Bond under which the days following completion of the involved operations. If the leted. Final Abandonment Notices shall be filed only after all	
Date	I DENI ID OPERATION	Date: ⊘3:	-CC1-C) A & C		
Initial			11.	at XVI	FEB 2 % LLJ	
		By:				
14. I hereby certify that the Name (Printed/Typ	The state of the s	Trotter		Title Age	nt	
Signature / 2	(all roth			Date LB	ruay 21, 2003	
		THIS SPACE FOR FEDERA	L OR STAT	TE OFFICE USE		
Approved by				TITLE	DATE	
	d, if any, are attached. Appr			Office		
does not warrant or ce	ertify that the applicant holds	legal or equitable title to thos	e rights in	the subject lease which	ch would entitle	
	uct operations thereon.					
Title 18 U.S.C. Section 1001 a	nd Title 43 U.S.C. Section 1212, makes	it a crime for any person knowingly and	d willfully to m	ake to any department		
(Instructions on reverse		ments or representations as to any matt	er within its ju	risdiction.		

FORM 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF E INTERIOR **BUREAU OF LAND MANAGEMENT**

Lease Serial No.

OMB No. 1004-0135 Expires January 31, 2004

FORM APPROVED

008 SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

U-27042 If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (API	D) for such proposals.			
		7. If Unit	or CA/Agreement, Name a	ıd/or No.
SUBMIT IN TRIPLICATE - Ot	her instructions on reverse si	de		
1. Type of Well		8. Well Na	me and No.	· · · · · · · · · · · · · · · · · · ·
Oil Well X Gas Well	Other	DUC	K CREEK 72-10	
2. Name of Operator		9. API We	ll No.	
EOG RESOURCES, INC.		43-04	7-33818	
3. Address and Telephone No.	(435)789-4120	10. Field and	Pool, or Exploratory Area	
P.O. BOX 1910, VERNAL, UT	T 84078	WAS	ATCH	
4. Location of Well (Footage, Sec., T., R., M., 6 2091' FNL, 777' FWL, SW	• •	11. County o	r Parish, State	
SECTION 10, T9S, R20E				
12 CHECK APPROPR	IATE BOX(ES) TO INDICATE NA	TURE OF NOTICE, R	REPORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
SUBSEQUENT REPORT FINAL ABANDONMENT NOTICE 13. Describe Proposed or Completed Operations (Clea is to deepen directionally or recomplete horizontall work will be performed or provide the Bond No. or operation results in a multiple completion or recon requirements, including reclamation, have been controlled to the c	ly, give subsurface locations and measuren n file with BLM/BIA. Required subseque apletion in a new interval, a form 3160-4 mpleted, and the operator has determined	l and true vertical depths on treports shall be filed with shall be filed once testing is that the site is ready for fi	Water Disposal Water Shut-Off (Resume) Well Integrity X Other-Request for externormal pertinent markers and zones. Attein 30 days following completion of the scompleted. Final Abandonment Notice inal inspection.)	ation thereof. If the proposal ach the Bond under which the involved operations. If the es shall be filed only after all
COPY SENT TO OPERATOR Date: 03-04-03	Oil, Gas	ind Mining	'\	EIVED
14. I hereby certify that the foregoing is true and correct			DIV. OF OIL	, cas & mining
Name (Printed/Typed)	d Trotter	Title	aent	
Signature Lel Violin			Bruay 21, 2	∞ <i>3</i>
	THIS SPACE FOR FEDERAL	DR STATE OFFICE U	SE	
Approved by		TITLE	DATE	
Conditions of approval, if any, are attached. A	pproval of this notice	Office	JAIL	
does not warrant or certify that the applicant h			se which would entitle	
the applicant to conduct operations thereon.				
Fitle 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m	nakes it a crime for any person knowingly and w	illfully to make to any departn	ient	

or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(September 2001) DEPARTMEN	ED STATES TOF THE INTERIOR AND MANAGEMENT	FORM APPROVED OMB No. 1004-0135 Expires January 31, 2004
() () 9 SUNDRY NOTICES AND	REPORTS ON WELLS	5. Lease Serial No.
Do not use this form for proposals t		U-27042 6. If Indian, Allottee or Tribe Name
abandoned well. Use Form 3160-3 (A		6. If Indian, Allottee or Tribe Name
		7. If Unit or CAA greement, Name and/or No.
SUBMER IN TRIPLICATION: 1. Type of Well Oil Well X Gas Well	Other instructions on reverse side	3. Well Name and No.
Gas Well	Other	DUCK CREEK 72-10
2. Name of Operator		9. API Well No.
EOG RESOURCES, INC.		43-047-33818
3. Address and Telephone No.	(435)789-4120	10. Field and Pool, or Exploratory Area
P.O. BOX 1910, VERNAL,	•	NATURAL BUTTES
4. Location of Well (Footage, Sec., T., R., M		11. County or Parish, State
2091' FNL, 777' FWL, S	W/NW	UINTAH COUNTY, UTAH
SECTION 10, T9S, R20H	Č.	
12 CHECK APPRO	PRIATE BOX(ES) TO INDICATE NATI	URE OF NOTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION	1	YPE OF ACTION
work will be performed or provide the Bond No operation results in a multiple completion or recrequirements, including reclamation, have been EOG Resources, Inc. is requ	tany, give subsurface locations and measured an . on file with BLM/BIA. Required subsequent re- completion in a new interval, a form 3160-4 shal completed, and the operator has determined tha	e subject well be extended for one year.
		PAREMIACTED
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) (Ed Trotter		
A La Trotter		Title Agent
Tell with	_	T 4 20 2 =
Signature / Zacci for		Date July 25, 2003
	THE IS SPAYED TOOK BEDDERAY DOR	RSEAND ODERCE USD
Approved by Conditions of approval, if any, are attached.	- -	Petroleum Engineer 10/15/03 Office BECENTER
does not warrant or certify that the applicant the applicant to conduct operations thereon.	noids legal or equitable title to those righ	thts in the subject lease which would entitle
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212	makes it a crime for any parson beautiful.	NOV II 4 2002
or agency of the United States any false, fictitious or fraudule	ent statements or representations as to any matter withi	hin its jurisdiction.
Instructions on neverse)		DIV: OF OIL, GAS & MINING

EOG Resources, Inc. APD Extension

Well: Duck Creek 72-10

Location:

SWNW Sec. 10, T9S, R20E

Lease: UTU 27042

Conditions of Approval

An extension for the referenced APD is granted with the following condition(s):

1. The extension will expire 8/25/04.

2. No other extensions beyond that time frame will be granted or allowed.

If you have any other questions concerning this matter, please contact Kirk Fleetwood at (435) 781-4486.

STATE OF UTAH FORM 9 **DEPARTMENT OF NATURAL RESOURCES** DIVISION OF OIL, GAS AND MINING 010 5. LEASE DESIGNATION AND SERIAL NUMBER: U-27042 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: **SUNDRY NOTICES AND REPORTS ON WELLS** 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 1. TYPE OF WELL 8. WELL NAME and NUMBER: GAS WELL 🗸 OIL WELL **OTHER DUCK CREEK 72-10** 2. NAME OF OPERATOR 9. API NUMBER: EOG RESOURCES, INC 4304733818 3. ADDRESS OF OPERATOR: PHONE NUMBER: 10. FIELD AND POOL, OR WILDCAT: P.O. BOX 1910 CITY VERNAL STATE UT 71P 84078 (435) 789-4120 **NATURAL BUTTES** 4. LOCATION OF WELL FOOTAGES AT SURFACE: 2091' FNL, 777' FWL COUNTY: UINTAH QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWNW 10 20E S STATE: **UTAH** CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF SUBMISSION TYPE OF ACTION **ACIDIZE** DEEPEN REPERFORATE CURRENT FORMATION \square NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL Approximate date work will start: CASING REPAIR NEW CONSTRUCTION TEMPORARILY ABANDON CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR CHANGE TUBING PLUG AND ABANDON VENT OR FLARE SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK WATER DISPOSAL (Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/RESUME) WATER SHUT-OFF Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE ✓ OTHER: Extension Request CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. EOG Resources, Inc. is requesting that the APD for the subject well be extended for one year. loproved by the FEB 2 6 2004 Utah Division of DIV. OF OIL, GAS & MINING Oil, Gas and Mining COPY SENT TO OPERATOR Date: initials NAME (PLEASE PRINT) _Ed Trotter Agent

(This space for State use only)

SIGNATURE

roll

2/24/2004

DATE

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: Well Name: DUCK CREEK 72-10 Location: 2091' FNL, 777' FWL, SWNW, SEC. 10, T9S, R20E Company Permit Issued to: EOG RESOURCES, INC. Date Original Permit Issued: 12/26/2000
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes⊡No☑
Have any wells been drilled in the vicinity of the proposed well which would affect he spacing or siting requirements for this location? Yes⊟ No☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☑
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
s bonding still in place, which covers this proposed well? Yes ☑ No ☐
Signature Date
Title: Agent
Representing: EOG RESOURCES, INC.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/utah/vernal



IN REPLY REFER TO: 3160 UT08300

September 7, 2004

EOG Resources, Inc. P O Box 1815 Vernal, Utah 84078

Re:

Notification of Expiration Well No. Duck Creek 72-10 SWNW, Sec. 10, T9S, R20E Uintah County, Utah Lease No. UTU-27042

Gentlemen:

The Application for Permit to Drill the above-referenced well was approved on August 25, 2002. A one (1) year extension of the original APD was requested. The request was reviewed and the extension approved until August 25, 2004. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Leslie Walker

Legal Instruments Examiner

lie Walker

cc: UDOGM





State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON Division Director OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE Lieutenant Governor October 15, 2004

Ed Trotter EOG Resources Inc. P.O. Box 1910 Vernal UT 84078

Re:

APD Rescinded – Duck Creek 72-10, Sec. 10, T. 9S, R. 20E Uintah County, Utah API No. 43-047-33818

Dear Mr. Trotter:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on December 26, 2000. On February 27, 2002, March 4, 2003 and March 8, 2004 the Division granted a one-year APD extension. On September 13, 2004 the Division received a letter from the Bureau of Land Management (BLM), which states that the permit filed with the BLM was being returned. I contacted you on October 15, 2004 and you requested that the APD filed with the Division be rescinded.

No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective October 15, 2004.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Whitney

Engineering Technician

cc: Well File

Bureau Of Land Management, Vernal

